

STATE OF IOWA
DEPARTMENT OF COMMERCE
UTILITIES BOARD

IN RE: INTERSTATE POWER COMPANY	DOCKET NOS. TF-01-202 TF-01-203 (EEP-94-40, ECR-96-1)
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ORDER APPROVING TARIFFS

(Issued July 23, 2001)

On February 15, 2001, the Utilities Board (Board) issued an order in Docket Nos. WRU-01-1-151 and WRU-01-2-150 granting IES Utilities Inc. (IES) and Interstate Power Company (Interstate) a waiver of 199 IAC 35.12(2). This rule requires a utility to file an automatic adjustment of its energy efficiency cost recovery factors by March 1 of each year for the 12-month period beginning at the start of the first billing month at least 30 days after the Board's approval of the filing. The waiver allowed IES and Interstate to extend their filing dates to June 2001. On June 28, 2001, Interstate filed proposed tariffs, identified as TF-01-202 (gas) and TF-01-203 (electric). Both the gas and electric tariffs are in two parts: the first part will be in effect from August 3, 2001, through October 2, 2001; the second part will go into effect on October 3, 2001. No objections to the tariffs were filed.

Rule 199 IAC 35.12 allows utilities to recover previously-approved energy efficiency costs, deferred energy efficiency expenditures, and estimated contemporaneous energy efficiency expenditures through an annual adjustment.

There are two revisions to both the gas and electric tariffs because different cost recovery factors are in effect for the period from August 3, 2001, through October 2, 2001, than for the period starting October 3, 2001. From August 3, 2001, through October 2, 2001, Interstate is recovering its final deferred past expenditures. Most of Interstate's deferred recovery was completed in June 2001. Recovery of all deferred past expenditures will be complete and the energy cost recovery factors reduced on October 3, 2001. As of that date, Interstate will be recovering only estimated contemporaneous energy efficiency costs.

The Board has completed its review and will approve the tariffs. The tariffs appropriately recover expenditures allowed by the rule.

IT IS THEREFORE ORDERED:

Tariff filings TF-01-202 and TF-01-203 are approved, subject to complaint or investigation. The first revision to each tariff is effective from August 3, 2001, through October 2, 2001, and the second revision to each tariff is effective on and after October 3, 2001.

UTILITIES BOARD

/s/ Allan T. Thoms

/s/ Diane Munns

ATTEST:

/s/ Judi K. Cooper
Acting Executive Secretary

Dated at Des Moines, Iowa, this 23rd day of July, 2001.